

HOUSE RESEARCH

Bill Summary

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Subject: Nursing Facility Property Rate Increase

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Overview

This bill increases the replacement-cost-new limit for a nursing facility in McLeod County by \$1.13 million and makes this section effective retroactively from June 1, 2012.

Currently, there is a moratorium on the licensure and MA certification of new nursing home beds and construction projects that exceed \$1.4 million. However, there are certain exceptions to the moratorium including for facilities built to address an extreme hardship situation in a particular county, to license or certify beds in a new facility constructed to replace a facility, or to license or certify beds that are moved from one location to another within the state. In addition, the Commissioner of Health may grant construction project exceptions to the nursing facility moratorium if legislation authorizes and funds those projects. The legislature has also, at times, authorized statutory exceptions to the moratorium.

Section

- 1 Property rate increases for certain nursing facilities.** Amends § 256B.431, subd. 44. Increases the replacement-cost-new limit by \$1.13 million for a nursing facility in McCleod County licensed for 110 beds. Specifies that money available from expired and cancelled nursing facility moratorium exception projects shall be used to reduce the fiscal impact to the MA budget for the increase in the replacement-cost-new limit. Makes this section effective retroactively from June 1, 2012.